



Drinking Water Revolving Loan Fund Agency 861 (Ancillary Budget) – Fact Sheet

This fund is basically a cash account which accounts for the loan dollars for the Drinking Water Revolving Loan Fund Program.

Objective

Ascertain that budget authority and funds are available to finance the loans closed for the program and to use the funds efficiently, and ensure that the fund corpus is maintained into perpetuity for providing financial assistance to Public Water System.

Performance Indicators

N/A

Narrative

The Drinking Water Revolving Loan Fund (DWRLF) activities are actually conducted in Agency 326; however, the Ancillary Budget Agency 861 is where the loan dollars are accounted for. The DWRLF program does not receive State dollars for the 20% state match required by the US Environmental Protection Agency Capitalization Grant; consequently, bonds are sold and the proceeds are deposited into Agency 861. The grant dollars are drawn from the ASAP into Agency 861 also. Then disbursements combining the appropriate bond proceeds and grant dollars are made from Agency 861 to loan recipients as projects proceed through construction. Each recipient is required to pay back principal annually and pay interest semi-annually; these dollars are deposited into this Agency 861 as well. Finally all Treasury interest earned on these dollars is also deposited into Agency 861.

Better Health

The actual construction of projects helps to further public health protection goals by improving public water systems. However, all of the human efforts required to make the loans are actually occurring in the DHH Agency (326) in Engineering and Sanitarian Services Activities.

Statute

CFDA Number 66.468 Drinking Water State Revolving Fund
40 CFR 35.3500 - 3585
Louisiana RS 40:2821-2826, LRS 36:254